

UNITED STATES BANKRUPTCY COURT
DISTRICT OF MINNESOTA

In Re:

BKY Case No. 09-50779

Dennis E. Hecker

Debtor.

Randall L. Seaver, Trustee,

ADV No. 10-5027

Plaintiff

Vs.

New Buffalo Auto Sales, LLC,
a Minnesota limited liability company,
f/k/a New Buffalo Chrysler, LLC,
Maurice J. Wagener, and Palladium Holdings
LLC,

**NOTICE OF MOTION AND MOTION
BY MAURICE J. WAGENER
FOR SUMMARY
JUDGMENT**

Defendants

1. Pursuant to Federal Rule of Civil Procedure 56, as incorporated by Bankruptcy Rule 7056, Defendant Maurice J. Wagener hereby moves for summary judgment on Counts I and II of the Trustee's Second Amended Complaint filed in this action.

2. The hearing on this motion is scheduled for January 19, 2011, 2:00 PM at Courtroom 8 West, 8th Floor, 300 S 4th St, Minneapolis. Any objection to this motion must be filed and served no later than January 7, 2011. IF SUCH OBJECTION IS NOT FILED AND SERVED BY THAT TIME, THE COURT MAY GRANT THIS MOTION WITHOUT FURTHER ACTION.

Dated: December 22, 2010

MACKALL, CROUNSE & MOORE, PLC

By /e/ Mychal A. Bruggeman
Mychal A. Bruggeman (#345489)
1400 AT&T Tower
901 Marquette Ave
Minneapolis, MN 55402
(612) 305-1400

**ATTORNEYS FOR DEFENDANT MAURICE
J. WAGENER**

UNITED STATES BANKRUPTCY COURT
DISTRICT OF MINNESOTA

In Re:

BKY Case No. 09-50779

Dennis E. Hecker

Debtor.

Randall L. Seaver, Trustee,

ADV No. 10-5027

Plaintiff

vs.

**AFFIDAVIT OF
MAURICE J. WAGENER**

New Buffalo Auto Sales, LLC,
a Minnesota limited liability company,
f/k/a New Buffalo Chrysler, LLC,
Maurice J. Wagener, and Palladium Holdings
LLC.

Defendants

STATE OF MINNESOTA)
COUNTY OF HENNEPIN)
) ss.

I, Maurice J. Wagener, make this Affidavit to the best of my knowledge and recollection:

1. I have reviewed the facts set forth in the memorandum of fact and law submitted by New Buffalo Auto Sales, LLC (“NBAS”), and hereby state those facts set forth in that memorandum are true to the best of knowledge and recollection.

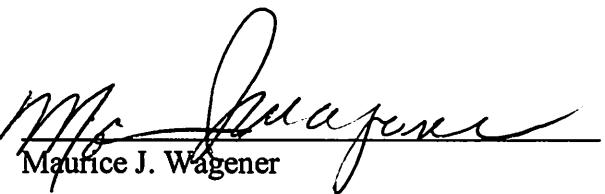
2. I am the majority owner of NBAS

3. In addition, I was not initially aware of, nor did I direct, the registration of a judgment, which had been previously entered in my favor against Dennis Hecker, to his

residence, which has been referred to as the Northridge Property in this litigation. The NBAS judgment was never transferred to another entity or person.

4. I did not file a notice of intent to redeem the Northridge Property and I, individually, received no proceeds or property from the judgment registration against the Northridge Property.

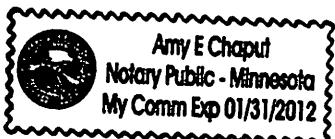
FURTHER YOUR AFFIANT SAITH NOT



Maurice J. Wagener

Subscribed and sworn to before me this
23 day of December, 2010.

Amy E Chaput
NOTARY PUBLIC



UNITED STATES BANKRUPTCY COURT
DISTRICT OF MINNESOTA

In Re:

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Plaintiff

Vs.

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LLC,

**MEMORANDUM OF FACT AND LAW
BY MAURICE J. WAGENER IN
SUPPORT FOR SUMMARY
JUDGMENT**

Defendants

Defendant Maurice J. Wagener submits this memorandum of fact and law in support of his motion for summary judgment of counts I and II in this adversary proceeding.

SUMMARY OF FACTS

In support of its motion for summary judgment, Wagener adopts the facts set forth in the motion submitted by New Buffalo Auto Sales, LLC (see Docket Entry #24) in full. In addition, Wagener wishes to emphasize, through the attached sworn affidavit, that although the judgment against Dennis Hecker became registered post-petition in his name as a judgment creditor against the Northridge Property, that he had no knowledge of such an act at the time, nor did he direct the registration. In addition, unlike other defendants in this action, Wagener did not file a notice of intent to redeem against the Northridge Property. Therefore, he lost any interest in the

Northridge Property and received no property or proceeds from the registered judgment against the Northridge Property.

SUMMARY OF LAW

Wagener also adopts the legal arguments and authorities set forth by NBAS in its motion for summary judgment. Specifically, Wagener argues: (1) the pre-petition entry of the judgment against Hecker was not a transfer of “property of the estate” and is not an avoidable preference under 11 U.S.C. § 547; (2) the trustee administered and abandoned the Northridge Property prior to the post-petition registration of the judgment, and therefore the Northridge Property was not “property of the estate” at that time; (3) Wagener did not receive any property that would constitute a transfer under 11 U.S.C §§ 547 or 549; and (4) the registered judgment had no value, and thus there is no property or value to recover for the “benefit of the estate,” under 11 U.S.C. § 550(a), as well under the authorities cited by NBAS including, *In re Sickels*, 392 B.R. 423 (Bankr. N.D. Iowa 2008); *In re Schwartz*, 383 B.R. 119 (8th Cir. 2008); *In re Int'l Ski Services, Inc.*, 119 B.R. 654 (Bankr. W.D. Wis. 1990); *In re McLaughlin*, 183 B.R. 171 (Bankr. W.D. Wis. 1995); *In re Pearson Industries, Inc.*, 178 B.R. 753 (Bankr. C.D. Ill. 1995); and *In re Joing*, 82 B.E. 500 (Bankr. D. Minn. 1987).

Therefore, Defendant Maurice J. Wagener respectfully requests the court grant summary judgment in its favor and dismiss all counts applicable to Wagener in the Second Amended Complaint.

Dated: December 22, 2010

MACKALL, CROUNSE & MOORE, PLC

By /e/ Mychal A. Bruggeman
Mychal A. Bruggeman (#345489)
1400 AT&T Tower
901 Marquette Ave
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**ATTORNEYS FOR DEFENDANT MAURICE
J. WAGENER**

UNITED STATES BANKRUPTCY COURT
DISTRICT OF MINNESOTA

In Re: BKY Case No. 09-50779
Dennis E. Hecker
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Randall L. Seaver, Trustee, ADV No. 10-5027
Plaintiff

Vs. **ORDER**

New Buffalo Auto Sales, LLC,
a Minnesota limited liability company,
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LLC,

Defendants

The matter came before the court on January 19, 2011 on the motion by Maurice J. Wagener for summary judgment and dismissal of all counts alleged against him (Counts I and II) in the Second Amended Complaint filed by the Trustee in this adversary proceeding. The court considered the undisputed facts submitted by Wagener, as well as co-defendants New Buffalo Auto Sales, LLC, and Palladium Holdings, LLC, and the arguments of counsel. Based on the record the Court Orders:

Dated: _____

UNITED STATES BANKRUPTCY JUDGE